

**BOARD OF COUNTY COMMISSIONERS
AGENDA ITEM SUMMARY**

Meeting Date: April 19, 2006

Division: Budget & Finance

Bulk Item: Yes ☐ No ☒

Department: OMB

Staff Contact Person: Salvatore R. Zappulla

AGENDA ITEM WORDING:

Discussion and Approval of a Plan of Finance for the Key West International Airport Terminal Renovation Project (McCoy Terminal Complex)

ITEM BACKGROUND:

On October 19, 2005, the County entered into a contract with the Morganti Group, Inc. to serve as the advisor during design of the terminal and general contractor for construction. Article 1.4 of the Contract, refers to the County's Construction budget of \$25,000,000.00. The County's engineer, URS Corp., has estimated the total project cost to be \$31,186,901. This estimated project cost has been used by the financial advisors, Public Financial Management (PFM) and Airport Consultants, Newton & Associates, Inc. in the analysis of financial feasibility. The majority of this amount will be raised through a (VRDO) Variable Rate Demand Obligation. \$5.0 million of this will be funded by the County's Capital Improvements Plan Fund (304) **over three years**, and 2.3M of which will be funded by the Federal Aviation Administration (FAA) A.I.P. Airport Improvements Grant, which will be available to the County in August, 2006. The current plan of finance assumes the application of \$8.708 million in State and Federal Grants to the advanced repayment of the VRDOs. However, it should be noted that these grant funding assumptions represent the minimum level of grant funding for financial planning purposes. The actual grants applied to the repayment of the VRDOs are not limited to those amounts described herein. If more grant funds are realized the local share cost of the project will be reduced accordingly.

PREVIOUS RELEVANT BOCC ACTION:

On October 19, 2005, the County entered into a contract with the Morganti Group, Inc. to serve as the Advisor during Design of the Terminal and General Contractor for Construction in the amount of 14.8% of the Guaranteed Maximum Price as per the Article 7 of the Contract.

CONTRACT/AGREEMENT CHANGE

On March 15, 2006 The Board granted approval of an amendment to the Contract between the Construction Manager, the Morganti Group and Monroe County under the emergency provisions of the County Code for hurricane damage of the Florida Keys **Marathon** Airport.

STAFF RECOMMENDATIONS:

Approval

TOTAL COST: \$31,186,901.00

BUDGETED: Yes ☒ No ☐

**COST TO COUNTY: To Be Determined
Based on Actual
Grants realized to
Advance Repay**

Continued on next page →

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Page 2

REVENUE PRODUCING: Yes ☐ No ☐ **AMOUNT PER MONTH** _____ **Year** _____

APPROVED BY: County Atty. ☐ OMB/Purchasing ☒ Risk Management ☐

DIVISION DIRECTOR APPROVAL:


Salvatore R. Zappulla

DOCUMENTATION: Included ☐ Not Required ☐ To Follow ☒

DISPOSITION: _____

AGENDA ITEM # _____

Revised 2/05